GOVERNMENT OF INDIA
FINANCE
LOK SABHA

UNSTARRED QUESTION NO:5369
ANSWERED ON:22.12.2000
PROPER INVESTMENT BY FINANCIAL INSTITUTES
GANGASANDRA SIDDAPPA BASAVARAJ

Will the Minister of FINANCE be pleased to state:

(a) whether RBI has issued guidelines for proper investment by financial institutes;

(b) if so, the details thereof; and

(c) the time by which these guidelines are likely to be implemented?

Answer

THE MINISTER OF STATE IN THE MINISTRY OF FINANCE (SHRI BALA SAHEB VIKHE PATIL)

(a) to (c): Yes, Sir. Reserve Bank of India (RBI) has revised guidelines regarding valuation of investment by financial institutions in order to bring them in consonance with best international practices. These guidelines will be effective from the half year ended March, 2001. A copy of the guidelines is attached as Annexure.